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NSC BRIEFING

20 May 1959

INDONESIA

- I. President Sukarno is midway on his two-month world tour, which has taken him to such disparate places as Turkey, Poland, Scandinavia, USSR, The Vatican, Argentina and Brazil.
 - Although Sukarno got red carpet on unofficial visit to USSR, he and Khrushchev reported cool to each other.
 - Sukarno never mentioned Khrushchev in toasts, and this became 1. so obvious that Indonesian Foreign Minister Subandrio had to propose toast of his own to Khrushchev.
 - Khrushchev probably irritated over 1945 constitution plans 2. which could be used to suppress Indonesian Communist Party.

III. Back home, Constituent Assembly wrangling over latest Sukarno "guided democracy" concept -- adoption of 1945 constitution, which

- would increase executive powers, diminish those of parliament. Balance of forces is such that two-thirds majority for or against Α.
- constitution may not be achieved, thus bogging down Assembly in typical Indonesian stalemate.
- Should this happen, numerous reports suggest army will take ac-В. tion to dissolve Assembly and proclaim 1945 constitution by FINICLASS. TH decree.

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 - 1. Both army and political leaders claim critical period is likely next week, but none is willing to predict outcome.
- IV. Attacks by dissidents continue against estate area in North Sumatra in effort obstruct or paralyze production and deny revenues to Djakarta treasury.
 - A. One target is Goodyear's 40,000 acre Wingfoot estate, one of largest in world.
 - 1. Prime Minister Djuanda told US Ambassador early May additional troops would be sent to Sumatra but gave no date.
 - 2. North Sumatran army commander admits he unable provide estate security and suggests Wingfoot give funds for training and pay of additional troops to guard estate.

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